

**LEGISLATIVE SERVICES AGENCY  
OFFICE OF FISCAL AND MANAGEMENT ANALYSIS**

200 W. Washington, Suite 301  
Indianapolis, IN 46204  
(317) 233-0696  
<http://www.in.gov/legislative>

**FISCAL IMPACT STATEMENT**

**LS 6858**

**BILL NUMBER:** HB 1328

**NOTE PREPARED:** Dec 31, 2009

**BILL AMENDED:**

**SUBJECT:** Notice of Renewal of Contracts.

**FIRST AUTHOR:** Rep. Yarde

**FIRST SPONSOR:**

**BILL STATUS:** As Introduced

**FUNDS AFFECTED:**     **GENERAL  
DEDICATED  
FEDERAL**

**IMPACT:** No Fiscal Impact

**Summary of Legislation:** The bill requires a merchant providing services, including: (1) the maintenance, repair, or sale of real property; or (2) the maintenance, repair, lease, or sale of personal property; to a recipient under a contract with an automatic renewal clause to provide written notice to the recipient not later than 30 days before the contract automatically renews.

It provides that the notice must include: (1) the renewal date of the contract; (2) a statement that the recipient must notify the merchant if the recipient intends to terminate the contract at the expiration of the contract term; and (3) information on any promotions or discounts available, additional fees or costs, or any increase of fees or costs.

**Effective Date:** July 1, 2010.

**Explanation of State Expenditures:**

**Explanation of State Revenues:**

**Explanation of Local Expenditures:**

**Explanation of Local Revenues:**

**State Agencies Affected:**

**Local Agencies Affected:**

**Information Sources:**

**Fiscal Analyst:** Karen Firestone, 317-234-2106.